

TRIAL RUN MODULE MATERIAL ON HAND CHECKING METHOD

BACKGROUND OF THE INVENTION

Field of the Invention

5 This invention relates to a material on hand checking method in inventory, and particularly a method that is capable of checking material shortage status of trial-run prototypes/modules applied to an inventory management system in the manufacturing industry.

Related Art

10 To most enterprises and product manufacturers, there are many ways to increase profit margins, and managing costs is one of the ways. Moreover, management of material costs among cost categories is a matter of interest to enterprises. To satisfy required product quantities by customers or end users, those enterprises and product manufacturers have to prepare sufficient materials maintaining normal processes of productions. In default of maintaining sufficient stock inventory would suspend operations of production lines, so that
15 finished goods from productions can not be delivered on time. This may lose potential commercial opportunities, cause the imbalance between supply and demand (disequilibrium), or reduce, even lose, market shares to those enterprises and product manufacturers. On the contrary, overstocks would cause a hoard of cash funds, difficulties in circulating capital and increase in management of costs, and the loss of margin profits from invisible risks of
20 changeable product markets to those enterprises and product manufacturers.

Daily faced problems to the manufacturing industry include : what parts or components need to be purchased, how to plan production schedules after purchasing material items, how to arrange delivery of finished goods from productions, how to manage excess/surplus stock, etc. For example, capacity forecast and formal orders are not the same thing, even a formal
25 order would possibly change without any previous notice. Therefore, it is often to cause loss

due to a stock-out or excess/surplus stock resulting from mistaken list making and incorrect materials preparation. However, current Material Requirement Planning (MRP) still has the following drawbacks : actual build orders (production orders) and build orders (production orders) for trial-run prototypes/modules are simultaneously sent to the system. Nevertheless, the system can not distinguish actual build orders from trial-run build orders. Where there is any material shortage, there is a superfluity of material purchase to increase inventory, instead of notifying purchase staff of making certain material purchase. As there is no much need of demands and production orders for most trial-run prototypes/modules, the Material Requirement Planning (MRP) system is unlikely to forecast quantities of required materials, but depends on rule of thumb of stock clerks to estimate quantities of required materials and bills of material (BOM). The Material Requirement Planning (MRP) system then issues required materials from inventory center/stock house according to an estimated sum. This kind of method takes too much cost of time and labor.

Hence, material on hand checking method of trial-run prototypes/modules in the manufacturing industry has become a heavily focused subject.

SUMMARY OF THE INVENTION

In view of the foregoing, the invention aims at resolving the preceding disadvantages to provide a material on hand checking method of trial-run prototypes/modules. The primary object of the invention is to aim at proceeding quantity forecasts of required materials for trial-run prototypes/modules through the Enterprise Resource Planning (ERP) server of the enterprise end to manage inventory in the facilities. If there is any shortage, the Enterprise Resource Planning (ERP) server would make a marker and store it back to the storage media. Moreover, the Enterprise Resource Planning (ERP) server notifies managers that material on hand is only required for trial-run prototypes/modules. This further achieves the goal of heightening profits of enterprises by decreasing the risk of material purchasing and reducing a hoard of inventory.

The disclosed material on hand checking method of trial-run prototypes/modules according to this invention at least consists of : receiving at least one build order through the Enterprise Resource Planning (ERP) server, determining if the build order is for a trial-run prototype/module through the Enterprise Resource Planning (ERP) server, transferring the build order back to a storage media according to the Enterprise Resource Planning (ERP), exploding bill of material (BOM) of the build order through the Enterprise Resource Planning (ERP) server, and integrating the bill of material (BOM) and storing it back to a storage media through the Enterprise Resource Planning (ERP).

The foregoing, as well as additional objects, features and advantages of this invention will be more readily apparent from the following detailed description, which proceeds with reference to the accompanying drawings. Specific structures and functional details disclosed hereunder are not to be interpreted as limiting, but merely as a basis for the claims and as a representative basis for teaching one skilled in the art to variously employ the present invention.

BRIEF DESCRIPTION OF THE DRAWINGS

FIG. 1 is a schematic representation of material on hand checking method of trial-run prototypes/modules of this invention.

FIG. 2-a is a flowcharted representation of material on hand checking method of trial-run prototypes/modules according to this invention.

FIG. 2-b is a sub-flowcharted representation of exploding bills of material (BOM) according to this invention.

FIG. 3 is presently known exploded view of bills of material (BOM) of the information system.

FIG. 4 is an exploded view of bills of material (BOM) according to this invention.

DETAILED DESCRIPTION OF THE INVENTION

This invention proposes a material on hand checking method of trial-run

prototypes/modules. In particular, the method, based on the advocacy of the up-to-date Business Process Re-Engineer (BPR), mainly aims at improving effective utilization and management of enterprise resources and re-engineering working processes of managing and checking material quantities of trial-run prototypes/modules. This is to decrease the risk of overstock and to reduce operation costs of the organization.

Prior to this invention, the introduction of production process of a notebook computer for showing the importance of trial-run prototypes/modules is described hereunder.

The production process of a whole new notebook computer (laptop) generally comprises two phases, one is research and development (R&D) and trial-production (trial-run) phase, and the other is quantity-production phase in the factories. This production process pattern is almost applied to all electronic products. The details are as follows.

A. R&D and trial-production (trial-run) phase :

1. Market information collection : both R&D and marketing departments collect market information to analyze the feasibility of a new product and to decide specifications of that product.
2. Prototype/module design : product specifications, such as PCB (printed circuit board) design, parts and components, materials, and outlook, are delivered to designers of relevant departments for detailed design.
3. Prototype/module testing : sections of original prototype/module design are tested for defects and instant rectification.
4. New production lines for trial-run prototype/module : that modified prototype/module would be delivered to facility to create sections of the prototype/module and to factories/manufactories for productions. All improper design, especially the PCB part, would be re-rectified during the process of trial-production. Also, there are various testing for the new product to be forthwith

rectified to heighten feasibility for productions on trial-production phase. However, the system is unable to estimate quantities of parts and components and provide materials with accuracy, even if the trial-run prototype/module had passed all kinds of testing and whole production process had been determined. The reason is that some of parts and components on the bill of material (BOM) of a trial-run prototype/module are, as often as not, duplicate with that of other different prototypes/modules. Besides, the trial-run prototype/module only needs quite small quantities of required materials. Therefore, either there is no material being issued by the system, or overstock from purchasing makes a hoard of inventory.

10 B. Quantity productions phase in the factories/manufactories :

Once a trial-run prototype/module passed the trial-production phase without any problems in production process and product usage, the trial-run prototype/module would be able to be distributed to production lines in the factories/manufactories for quantity-productions.

15 The aforementioned indicates the importance of the process of trial-productions in the manufactory industry.

The feasibility and practicality of this invention will be elaborated by means of an embodiment depicted in the following. With reference to FIG. 1, the schematic representation of material on hand checking of trial-run prototypes/modules of this invention illustrates details as follows.

First, after determining a trial-run prototypes/modules, the Enterprise Resource Planning (ERP) server 100 of the enterprise end integrates and manages all material resources in the enterprise end, captures stock data from a storage media 110. There are various material stocks and finished goods in different facilities 50a~n, among which all stocks can be analyzed and contrasted with quantities of required materials between the stock house/inventory center and the trial-run prototype/module by the Enterprise Resource

Planning (ERP) server 100. As there is actual demand and production order for the trial-run prototype/module, such a build order 10, therefore, can be directly placed into the Enterprise Resource Planning (ERP) server 100 for calculation. This is different from conventional known trial-run prototypes/modules of no demands and production orders. According to the
5 build order 10, the Enterprise Resource Planning (ERP) server 100 can explode the bill of material (BOM) 80 of the trial-run prototype/module before calling inventory status on the storage media 110 for item-by-item contrast. The Enterprise Resource Planning (ERP) server 100 then finds part numbers of stock-outs through a searching method to make a marker for decision-makers references.

10 With reference to FIG. 2-a, the flowcharted representation of material on hand checking method of trial-run prototypes/modules according to this invention represents the detail hereunder.

First, the Enterprise Resource Planning (ERP) server 100 receives at least one build order (step 200), and the information of a trial-run prototype/module comprises at least : the
15 facility 50 and required quantity of the trial-run prototype/module. After receiving the build order, the Enterprise Resource Planning (ERP) server 100 determines if the build order 10 is for a trial-run prototype/module (step 210). If the build order 10 is not for a trial-run prototype/module, the facility 50 implements the build order 10 (step 215). If so, the Enterprise Resource Planning (ERP) server 100 transfers the information of the build order
20 10 back to a storage media 110 (step 220), which provides a plurality of columns to store different contents. The Enterprise Resource Planning (ERP) server 100 then explodes the bill of material (BOM) of the build order (step 230). When the bill of material (BOM) is completely exploded, the Enterprise Resource Planning (ERP) server 100 integrates the bill of material (BOM) and stores it back to the storage media 110(step 240) and terminates the
25 function flow of the material on hand checking method. The way for the Enterprise Resource Planning (ERP) server 100 to integrate the bill of material (BOM) 80 is to calculate quantity of available stock for the trial-run prototype/module from the quantity difference of inventory stock and reserved stock. The way for the bill of material (BOM) 80 stored back to the

storage media 110 is to store part numbers and quantities of stock-outs for trial-run prototype/module into the columns provided by the storage media 110 for decision making purposes.

5 The aforementioned exploding bill of material (BOM) method of the trial-run prototype/module refers to FIG. 2-b, the sub-flowcharted representation of exploding bills of material (BOM) according to this invention.

10 First, the method is to explode all bills of material (BOM) of trial-run prototypes/modules (step 231), then combine components or parts at the first level of bill of material (BOM) (step 232). When the first level of bill of material (BOM) is completely combined, then the method explodes components or parts at the first level of bills of material (BOM) (step 233). When the first level of bill of material (BOM) is completely exploded, the method then combines components or parts at the second level of bill of material (BOM) (step 234). When the second level of bill of material (BOM) is combined, the method then explodes components or parts at the second level of bill of material (BOM) (step 235).
15 Repeating the above process of combining and exploding the bill of material (BOM) until the last level of bill of material (BOM) is completely drilled down (step 236).

The above mentioned bill of material (BOM) 80 can be a product tree of an enterprise and further comprises at least one common material and at least one specific material. The meanings of specific materials and common materials are : the specific materials are
20 specified components or parts needed for respective prototypes/modules, no components and parts among which are overlapped in common; the common materials relate to general components or parts needed for all prototypes/modules, and are evaluated by pre-set columns through the Enterprise Resource Planning (ERP) server.

FIG. 3 is a presently known exploded view of bills of material (BOM) that illustrates the
25 exploding method of bill of material (BOM) as follows,

First, the system explodes the first level of bill of material (BOM) of prototype A

3 2 1
4 3 2 1
5 4 3 2 1

(material modules C, D, and E), then explodes the second level of bill of material (BOM) (material modules H, I, I, J, and K). At the second level of bill of material (BOM) there is a material module I being repeatedly exploded, as material module I belongs to parent material module C, as well as parent material module E. Finally, the system drills down to the third level of bill of material (BOM) (material modules L, M, N, and O). At the third level of bill of material (BOM) there are material modules L and M being repeatedly exploded. As both L and M belong to parent material module I, which is one of sub-components to its parent material modules C and E, thus module I is repeatedly exploded.

10 After prototype A is exploded, the system then begins to explode the first level of material (BOM) of prototype B (material modules C, F, and G), then explodes the second level of bill of material (BOM) (material modules H, I, I, and J). At the second level of bill of material (BOM) there is a material module I being repeatedly exploded, as material module I belongs to parent material module C, and also belongs to parent material module F. Finally, the system drills down the third level of bill of material (BOM) (material modules L, M, L, M, and P). At the third level of bill of material (BOM) there are material modules L and M being repeatedly exploded, as both L and M belong to parent material module I, which is one of sub-components to its parent material modules C and F. The exploding process, therefore, is completed.

20 FIG. 4 is an exploded view of bills of material (BOM) according to the disclosed invention that illustrates the exploding method of bill of material (BOM) as follows.

25 The exploded method of this invention : first, the system explodes all bills of material (BOM) of respective prototypes (prototype A and B, for example), combines the first level of bills of material (BOM) of both prototypes A and B, and then explodes the first level of bills of material (BOM) (material modules C, D, E, F, and G), followed the first level of bill of material (BOM) of both prototypes A and B being completely combined. When the first level of bills of material (BOM) of both prototypes A and B are exploded, the system drills down to the second level of bill of material (BOM) to combine bills of material (BOM) of

both prototypes A and B. The system then explodes the second level of bill of material (BOM) (material modules H, I, J, and K), followed the second level of bills of material (BOM) being completely combined. When the second level bills of material (BOM) of both prototypes A and B are exploded, the system drills down to the third level to combine bills of material (BOM) of both prototypes A and B. The system then explodes the third level of bill of material (BOM) of both prototypes A and B (material modules L, M, N, O, and P). The exploding process is, therefore, completed.

Hence, the exploded method of bill of material (BOM) consists of the following steps : first, exploding all bills of material (BOM) of respective prototypes, then stratifying all levels of bills of material (BOM), according to assemble features of respective prototypes. Finally Combining and exploding components or parts at each level of all integrated bills of material (BOM).

This exploded method can largely reduce the burden to the system resources, enhance efficiency, and enable material management and distribution more effective.

In sum, conventionally known method of exploding bills of material (BOM) has to repeatedly explode material items to match the tree structure of bills of material (BOM). Take material module M as an example that it has been exploded for four times, and it heavily occupies the hardware space and wastes the time for exploding. Therefore, this disclosed invention utilizes combination method to explode bills of material (BOM) for the following advantages that,

- 1) Each material is exploded only once to save time in exploding bills of material (BOM);
- 2) Common materials of respective prototypes are easy to be understood;
- 3) It saves resources of information system;
- 4) It shorten time for searching material modules (prototypes only need to be exploded

once, no necessary to search various prototypes one-by-one);

- 5) It is no necessary to have duplicated storage so as to save memory space.

The invention in the form of the no demand trial run module material on hand checking method is disclosed herein. These and other variations, which will be understood by those

- 5 skilled in the art, are intended to be within the scope of the invention as claimed below. As previously stated, detailed embodiments of the present invention are disclosed herein; however, it is to be understood that the disclosed embodiments are merely exemplary of the invention that may be embodied in various forms.